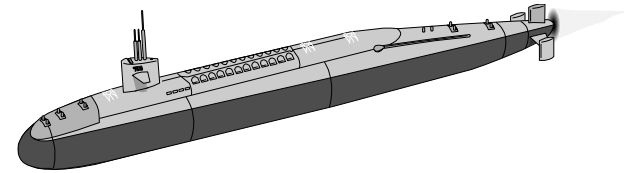
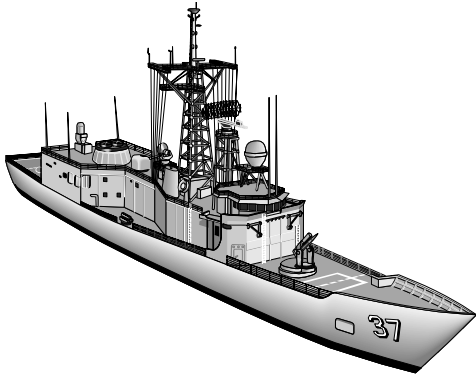


# *NAVSEA OPN Outfitting*



## *Financial Overview*

**Tim Dutcher**  
**SEA 04L4**

**SCLISIS/Outfitting Conference**  
**22-23 July 1998**

*Fleet Logistics Support*

*Team*



# *OPN Outfitting Overview*

- **Background**
- **What the Account Pays For**
- **Outfitting & Material Support Life Cycle**
- **FYs 99-01 Status of Funds**
- **Execution Initiatives**
- **Summary**



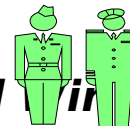
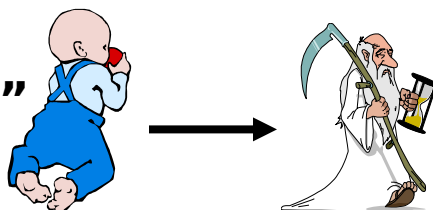
# OPN Outfitting Background

- **NAVSEA MISSION - "We Are Ships!"**

- \* ***Cradle-to-Grave Responsibility***

- \* ***Develop, Acquire, Modernize, and Maintain Ships, Ordnance, and Systems***

- \* ***Enable Our Sailors and Marines to Fight and Win***



- **SEA 04L Integrated Logistics Role**

- \* ***Supply Support Policy, Procedures for Provisioning, Allowances, Outfitting***

- \* ***Navy's Non-Aviation Outfitting Agent***

- **SEA 04L4**

- \* ***NAVSEA's Manager for OPN Outfitting Account***

- \* ***Responsible For:***

- ✓ **Budget Development/Justification - Fleet Requirements**

- ✓ **Program Execution/Financial Management - Fleet Support**

**Fleet Logistics Support Team**



# *OPN Outfitting*

## *What the Account Pays For*

- **OPN Outfitting Funds:**

- \* ***All Changes to "Baseline" Allowance List***

- ✓ ***From OWLD - End of New Construction Funding***
    - ✓ ***Through Life of Ship - Decommissioning***

- \* ***Spares and Repair Parts Support for Equipment That Has Reached MSD and Is Fully Supported by the Navy Supply System***

- ✓ ***Modernization***

- ***New Equipment/Weapon System Installations***

- ✓ ***Maintenance***

- ***Alteration of Previously Installed Equipment Configuration***

- ✓ ***CNO-Approved Special or Unique Allowance Changes or Equipage Items***

- **OPN Outfitting Represents:**

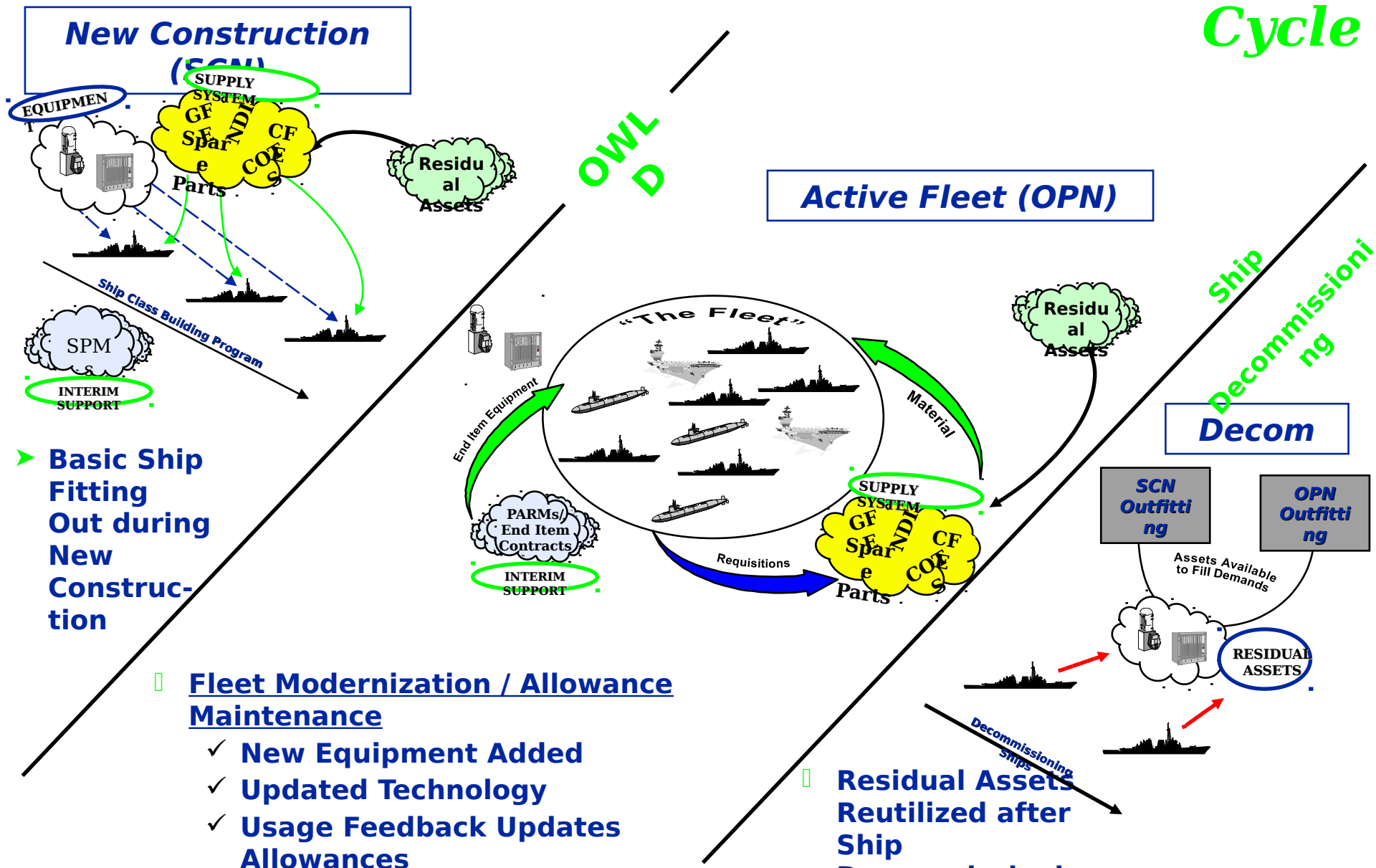
- \* ***"Buy-Out" of a Lead Time Earlier NAVICP-M "Buy-In"***

- \* ***"Buy-Out" of DLA and Other ICPs***

***Fleet Logistics Support Team***



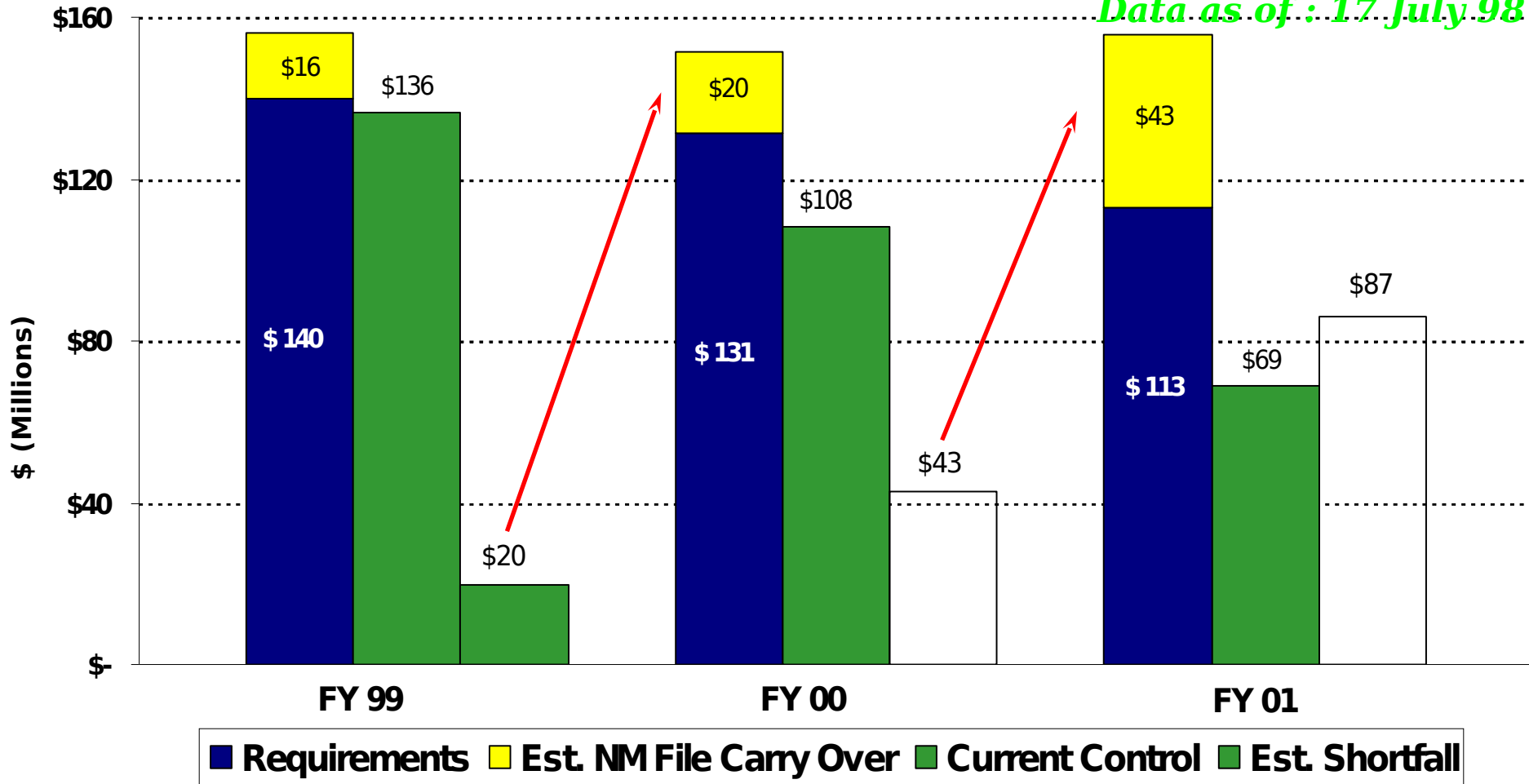
# OPN Outfitting Outfitting & Material Support Life Cycle





# OPN Outfitting FYs 99-01 Projections

Data as of : 17 July 98





# OPN Outfitting Execution Initiatives

**Business  
Process  
Improvements  
= Improved  
Fleet Support**

- **Initiatives to Use Limited Funding Cost Effectively and Efficiently:**
  - \* ***Validate All Requisitions > \$300***
    - ✓ Invalid/Not Allowed Requisitions Cancelled
  - \* ***Screen Residual Asset Databases (CRAMSI/RAM) for Potential "Free Issue"***
    - ✓ Offset in Budget
  - \* ***Screen Availability of NAVICP-M Material So That Funds Are Not Obligated to Fill Requisitions Until Material Is Ready For Issue***
    - ✓ If Material Is Unavailable, Requisition Is Retained in the No Asset (NA) File
    - ✓ Weekly Screening of NAVICP Master Data File (MDF)
  - \* ***Recoupment and Reuse of Funds From Cancellations or Deobligations Are Applied to Shortfalls***

***Fleet Logistics Support Team***



# **OPN Outfitting**

## **Execution Initiatives ... Cont'd**

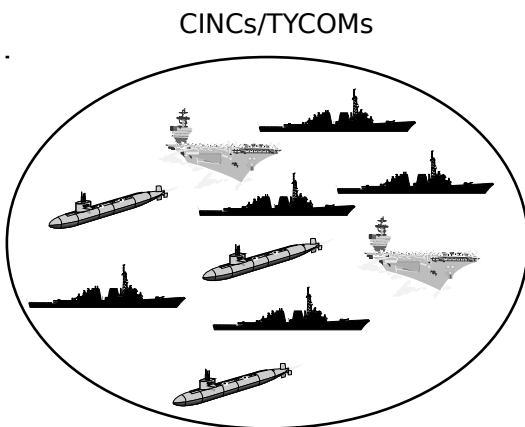
- **Initiated Fleet/NAVSEA Prioritization in June 95... and Again in April 96**
  - \* ***Continued Through FY 97 and FY 98***
- **Fund Only:**
  - \* ***(1) Nuclear (Q COSAL); (2) Strategic Weapon Systems; (3) Safety and Survivability Items; and (4) Range Adds Only for TYCOM Identified Critical Systems***
- **Otherwise:**
  - \* ***Requirement Still Registered at NAVICP-M***
  - \* ***Requisition Held in ACTS With No Money (NM) Status***
- **Coordinating Closely With CINCs/TYCOMs to Designate Priority UICs and Ships' Systems**
- **Continuous Review of Available Funds and No Money (NM) File Requisitions**
  - \* ***NM File Revalidation Twice Per Year***
  - \* ***No Requisitions in NM Over One Year...either Fund or Cancel (If No Longer Authorized After Revalidation Effort)***

**Fleet Logistics Support Team**





# OPN Outfitting Overview



SEA 04L4



FISC Puget Sound



NAVICP-M



NAVSEALOGCEN



- **Current Budget Projections Show Severe Limited Funding in the Outyears:**
  - ✦ *Execution Initiatives Are in Place To Properly Manage Funds*
- **NAVSEA 04L4 Will Continue The Close Working Relationship With CINCs/TYCOMs**
  - ✦ *Facilitates Prioritization Implementation*
  - ✦ *Allows for Quick Response in Funding Urgent Requirements*